

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS  
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Library, SLO City-County	(2) MEETING DATE 11/4/2014	(3) CONTACT/PHONE Christopher Barnickel 805-781-5785	
(4) SUBJECT Request to approve the New Cambria Library Second Memorandum of Understanding (MOU) with the Cambria Friends of the Library, accepting its \$383,908 payment, and authorizing a \$311,896 increase to the County's Government Building Replacement Reserve and a \$72,012 increase to the Library's Facilities Planning Reserve. District 2.			
(5) RECOMMENDED ACTION It is recommended that the Board approve the New Cambria Library Second Memorandum of Understanding (MOU) with the Cambria Friends of the Library, accepting its \$383,908 payment, and authorizing a \$311,896 increase to the County's Government Building Replacement Reserve and a \$72,012 increase to the Library's Facilities Planning Reserve.			
(6) FUNDING SOURCE(S) Cambria Friends of the Library	(7) CURRENT YEAR FINANCIAL IMPACT \$383,908.00	(8) ANNUAL FINANCIAL IMPACT \$383,908.00	(9) BUDGETED? No
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ____ ) <input type="checkbox"/> Board Business (Time Est. ____ )			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A <input checked="" type="checkbox"/> 4/5 Vote Required <input type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A    Date: <u>10/27/2009</u>	
(17) ADMINISTRATIVE OFFICE REVIEW  Reviewed by Leslie Brown			
(18) SUPERVISOR DISTRICT(S) District 2			

# County of San Luis Obispo



TO: Board of Supervisors

FROM: Library, SLO City-County / Christopher Barnickel  
805-781-5785

DATE: 11/4/2014

SUBJECT: Request to approve the New Cambria Library Second Memorandum of Understanding (MOU) with the Cambria Friends of the Library, accepting its \$383,908 payment, and authorizing a \$311,896 increase to the County's Government Building Replacement Reserve and a \$72,012 increase to the Library's Facilities Planning Reserve. District 2.

## **RECOMMENDATION**

It is recommended that the Board approve the New Cambria Library Second Memorandum of Understanding (MOU) with the Cambria Friends of the Library, accepting its \$383,908 payment, and authorizing a \$311,896 increase to the County's Government Building Replacement Reserve and a \$72,012 increase to the Library's Facilities Planning Reserve.

## **DISCUSSION**

Since the new Cambria library is completed to the satisfaction of both the County and the Friends both parties desire to conclude the agreement fulfilled in the first MOU. The timing of the sale of the Main Street and Cornwall Street properties is unknown and therefore necessitates a new MOU to detail the terms of this agreement. The terms of the new MOU acknowledge the receipt of the Cambria Friends' financial contribution, the proposed process for selling the Main Street and Cornwall Street properties, and the distribution of net proceeds after the sale of the above-mentioned properties.

The history of this project is as follows: on October 27, 2009, your Board approved the purchase of the new library building at 1043 Main Street, in Cambria. As part of that purchase, two advances were made; \$1,698,552 from the County's Government Building Replacement Reserve and \$631,784 from the Library's Facilities Planning Reserve. The County's Government Building Replacement Reserve advance has been reduced to \$1,022,659 due to \$675,893 in Library Public Facilities Fee payments. The Library's Facilities Planning Reserve advance has been reduced to \$72,012 due to \$180,000 in contribution made from the Cambria Friends of the Library and an applied \$379,772 in Cambria Library Building project savings.

The Cambria Building Project has a cost of \$3,571,816, which at this point in time, the County has contributed \$2,731,784 and the Cambria Friends have contributed \$1,402,000. This Project was funded with the agreement to split capital costs 50/50 evenly with the community. The Friends of the Cambria Library paid a portion, noted above, and the County paid the remaining balance. It is therefore appropriate to payback the County's Government Building Replacement Reserve and the Library's Facilities Planning Reserve with the Cambria Friends \$383,908 contribution. Additional funds should be made available to pay back the County through the sales of the Main Street and Cornwall properties as mentioned in the agreement (MOU) between the parties

## **OTHER AGENCY INVOLVEMENT/IMPACT**

The County Administrative Office worked with the Library to prepare the MOU and the Cambria Friends of the Library signed and agreed to the MOU. Counsel reviewed and approved the MOU as to form and legal effect.

## **FINANCIAL CONSIDERATIONS**

Accepting the \$383,908 will reduce the advance made from the County's Government Building Replacement Reserve by \$311,896, bringing its balance to \$710,763; and reduce the advance made from the Library's Facilities Planning Reserve by \$72,012, bringing its balance to zero. The remaining balance with the County's Government Building Replacement Reserve advance will be paid off by additional Library Public Facilities Fee payments.

## **RESULTS**

This action will substantially reduce the advances made by County's Government Building Replacement Reserve and Library's Facilities Planning Reserves made to purchase the Cambria new Library Building. It will also update the agreement between the Friends of the Cambria Library and the County.

## **ATTACHMENTS**

1. Signed New Cambria Library Second Memorandum of Understanding (MOU)